### ORIGINAL JOHNSON UTILITIES, L.



5230 East Shea Boulevard, Suite 200 \* Scottsdale, Arizo PH: (480) 998-3300; FAX: (480) 483-7908

October 21, 2016

Ms. Barbara Keene Manager, Compliance and Enforcement/Utilities Division Arizona Corporation Commission 1200 W. Washington Street Phoenix, AZ 85007 AZ CORP COMMISSION
DOCKET COMMISSION
2016 001 20 PP 1: 54

RE:

Johnson Utilities, LLC; Compliance with Decision No. 71854

RE: Semi-Annual CAGRD Fee Report & Proposed Adjuster Fee

Docket Number: WS02987A-08-0180

Dear Ms. Keene:

Pursuant to the above mentioned decision, Johnson Utilities hereby submits this compliance filing in accordance with the Commission's order to file a semi-annual status report on the CAGRD fees.

Enclosed please find the October 2016 report of CAGRD Account Activity attached hereto as Attachment 1. Calculation of the proposed adjuster fee for the Phoenix and Pinal AMA are attached hereto as Attachments 2 and 3 respectively. A redline copy of the proposed tariff filing is attached hereto as Attachment 4.

If you need any additional information in regards to this compliance item, please do not hesitate to contact me. Thank you for your time and consideration in this matter.

For George Johnson

Managing Member, Johnson Utilities, LLC

cc: Docket Control (Original + 13 copies)

BRAD COLE

Arizona Corporation Commission

DOCKETED

OCT 2 0 2016

**DOCKETED BY** 

# Attachment 1

# JOHNSON UTILITIES, LLC ARIZONA GROUND REPLENSHMENT DISTRICT FEE ACCOUNT ACTIVITY Six Months Ended September 30, 2016

# CAGRD FEES COLLECTED:

	Phoenix	Pinal	Total
Beginning Balance 3/31/2016	4,500,287.74	111,080.12	4,611,367.86
Six Month Collections:			
April, 2016	395,695.56	28,424.54	424,120.10
May, 2016	479,678.14	30,046.15	509,724.29
June, 2016	529,693.63	40,427.83	570,121.46
July, 2016	587,569.89	40,868.02	628,437.91
August, 2016	721,243.24	52,466.88	773,710.12
September, 2016	568,317.07	31,233.60	599,550.67
	3,282,197.53	223,467.02	3,505,664.55
Add; Interest Earned	3,767.95	161.97	3,929.92
Ending Liability as of September 30, 2016			8,120,962.33

# BANK ACCOUNT RECAP:

Balance per bank statement - 9/30/2016
Deposit in transit
October 2015 payment to CAGRD due to
underfunding

Adjusted Balance

5,290,402.50 30,559.83



PO Box 30709 Salt Lake City, UT 84130-0709

Statement of Accounts

Page 1 of 5

This Statement: September 30, 2016 Last Statement: August 31, 2016

Primary Account @500011000

DIRECT INQUIRIES TO:

1 (800) 497-8168 WWW.NBARIZONA.COM Central (800) 497-8168 2929 N. Central Avenue Suite 120 Phoenix, AZ 85012-0000

0057177

2075-06-0000-NBA-PG0030-00004

JOHNSON UTILITIES LLC GEORGE H JOHNSON JANA S JOHNSON 5230 E SHEA BLVD STE 200 SCOTTSDALE AZ 85254-5750

Tired of all the paper? Start receiving your statements electronically and view your account notices online. Sign up for Online Banking or login today at WWW.NBARIZONA.COM

#### SUMMARY OF ACCOUNT BALANCE

Account Type
Business Money Market Premium

Account Number

Checking/Savings Ending Balance \$5,290,402.50

Outstanding Balances Owed

BUSINE	SS MONEY MAP	RKET PREMIUM 05660149	89		922 4
Previous E 3,945,956.		Deposits/Credits 1,447,282.56	Charges/Debits 0.00	Checks Processed 102,836.99	Ending Balance 5,290,402.50
4 DEPOSIT	S/CREDITS				
Date 09/12 09/29 09/30 09/30	Amount 773,710.12 570,000.00 102,836.99 735.45	Description REMOTE DEPOSIT 78780 REMOTE DEPOSIT 78780 REMOTE DEPOSIT 78780 INTEREST PAYMENT 044	008435 022092		
0 CHARGE	S/DEBITS		***************************************	•••••••••••	
There were	no transactions this pe	eriod.			
1 CHECK I	ROCESSED		***************************************	••••••	***************************************
Number	Date	Amount			
1012	09/30	102,836.99			

 Total for This Period
 Total Year-to-Date

 Total Overdraft Fees
 \$0.00
 \$0.00

 Total Returned Item Fees
 \$0.00
 \$0.00

To learn more about our other products and services that may lower the cost of managing account overdrafts or to discuss removing overdraft coverage from your account, please contact Customer Service or visit your local branch.



AGGREGATE OVERDRAFT AND RETURNED ITEM FEES

To reconcile your checkbook balance to your statement balance: Mark off each entry in your check register that has been charged to your account during the statement period. List the checks you have written, but are not yet charged to your account in the "Checks Outstanding" column below. Then, follow the instructions in lines 1 through 10.

CHECKS OUTSTANDING		CHECKBOOK BALANCE						
Check Number	Check Amount	LIST your checkbook balance.						
		ADD any deposits or other credits listed on the front of this statement which you have not recorded in your checkbook (such as payroll credits or other direct electronic deposits).						
	4.41	3. SUBTOTAL:						
		SUBTRACT any charges listed on the front of this statement which you have not recorded (such as service charges, automatic transfers, electronic transactions, etc).						
		5. ADJUSTED CHECKBOOK BALANCE:						
		This balance should agree with lin	e 10, below.					
		STATEMENT BALANCE						
	· · · · · · · · · · · · · · · · · · ·	LIST your current statement balance as shown on the front of this statement.						
		7. ADD deposits made, but not shown on this statement.						
	***************************************	8. SUBTOTAL:						
		SUBTRACT total from "Checks Outstanding."						
TOTAL:		10. ADJUSTED STATEMENT BALANCE:						

Transfer to Line 9.

This balance should agree with line 5, above.

#### PROMPTLY EXAMINE YOUR STATEMENT AND REPORT ANY PROBLEM

You must promptly examine your account statements and report any discoverable errors, unauthorized signatures, alterations, missing endorsements, or unauthorized transfers. Failure to do so may result in your loss of certain rights or remedies. For example, you must identify the discoverable alteration or forgery of a check within 30 days of us sending you, or making available to you, the statement reflecting that check, and you must also immediately report to us what you find. Businesses should check their account transactions daily, for which various online services are available. For additional information, please see your deposit account agreement and application service agreement(s) for details. See also the consumer disclosures below.

#### CONSUMER ACCOUNTS: IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS OR CHECK RESERVE TRANS ACTIONS

As soon as you can, please notify us if you think an electronic transfer or credit line transaction is wrong or if you need more information about a transaction listed on the statement. We must hear from you no later than 60 days after we sent or made available the FIRST statement on which the problem or error appeared. The provisions in this paragraph do not apply to business or other non-personal accounts. The owners of those accounts must settle all unauthorized transactions or errors within 24 hours of receipt of the item posting in order to be returned

- 1. Tell us your name and account number.
- Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
- Tell us the dollar amount of the suspected error.

For CREDIT RESERVE accounts: You do not have to pay any amount in question while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. The charge in question may remain on your statement, and we may continue to charge you interest on that amount.

But, if we determine that we made a mistake, you will not have to pay the amount in question or any interest or other fees related to that amount. While we investigate your question, we cannot report you as delinquent or take any action to collect the amount you question. You must notify us in writing. You can telephone us, but doing so will not preserve your rights. Contact us at National Bank of Arizona. Support Services Department, PO Box 25787, Salt Lake City, UT 84125-0787 or 1-800-497-8168.

For electronic transfers: We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error, so that you will have the use of the money during the time it takes us to complete our investigation. Contact us at National Bank of Arizona, Support Services Department, PO Box 12009, Tucson, AZ 85732-2009 or 1-800-497-8168.

**Balance Subject to Interest Rate:** We use the method called "average daily balance", (including current transactions) to calculate the daily balance. If you have any further questions about the method and how resulting interest charges are determined, please feel free to contact us at 1-888-244-6622.

We may report information about your Credit Reserve account to credit bureaus. Late payments, missed payments, or other defaults on your account may be reflected in your credit report.

Please notify us if we report any inaccurate information about your account(s) to a credit bureau. Your written notice describing the specific inaccuracy should be sent to us at the following address: National Bank of Arizona, PO Box 25787, Salt Lake City, UT 84125-0787.

#### Sign up for Online Banking at WWW.NBARIZONA.COM

Review account balances • Review posted transactions • Pay bills • Transfer funds Sign up for e-statements • View e-notices



Page 3 of 5 September 30, 2016 JOHNSON UTILITIES LLC

Annual Percentage Yield Earned

0.20%

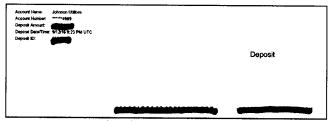
**DAILY BALANCES** Date.....Balance Date.....Balance Date.....Balance 09/12 4,719,667.05 09/29 5,290,402.50 5,289,667.05 09/30 INTEREST Interest Earned This Interest Period \$735.45 Number Of Days This Interest Period

Interest Paid Year-To-Date 2016 \$3,618.96

Current interest rate is 0.200% with no rate change this interest period



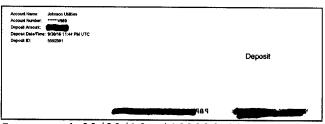
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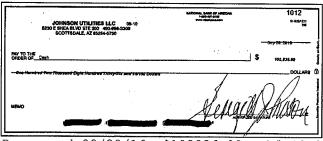
Processed 09/12/16 \$773710.12



Processed 09/29/16 \$570000.00



Processed 09/30/16 \$102836.99



Processed 09/30/16 \$102836.99 Ch# 1012

# Attachment 2

# JOHNSON UTILITIES, LLC ADJUSTER FEE CALCULATION PHOENIX AMA

Amount to be Recovered (cumulative 2011 - 2015)	19,988,329.18
Total Collections (9/2010 - 12/2015)	15,573,020.25
Over/(under) collected	(4,415,308.93)
Projected 2016 CAGRD invoice (see below) Plus under collections from above	5,293,264.80 4,415,308.93
Amount to be recovered	9,708,573.73
Total kgal sold in 2015	2,315,829
Charge per kgal	4.19
* Proposed charge per kgal starting December 1, 2016	4.19

# Projected 2016 CAGRD invoice using provisional rates published by the Central Arizona Groundwater District - *copy attached*:

	Quantity *	<b>Unit Price</b>	<b>Extended Amount</b>
Annual Membership Dues	5867	52.68	309,073.56
Replenishment Reserve	7150.92	101.00	722,242.92
Infrastructure	7150.92	353.00	2,524,274.76
Admin Component	7150.92	29.00	207,376.68
Water Replenishment	7150.92	214.00	1,530,296.88
Total Projected 2016 CAGRD Invoice			5,293,264.80

CENTRAL ARIZONA GROUNDY	Units =												
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			_	Firm		ional			A	dviso	ry		
	<u>20</u>	)15/1 <u>6</u>	<u>20</u>	<u>16/17</u>	<u>20</u>	17/18	<u>2018</u>	<u>3/19</u>	2019/20	<u>20</u> :	20/21	<u>2</u>	021/22
Phoenix Active Management Area													
Water & Replenishment Component 1	\$	179	\$	186	\$	214		tbd	tbd		tbd		tbo
Administrative Component <sup>2</sup>		45		32		29		28	28		28		28
Infrastructure & Water Rights Component 3		353		353		353	3	353	333		313		293
Replenishment Reserve Charge 4		67		89		101		tbd	tbd		tbd		tbo
Total Assessment Rate (\$/AF)	\$	644	\$	660	\$	697		tbd	tbd		tbd		tbo
Pinal Active Management Area													
Water & Replenishment Component <sup>1</sup>	\$	160	\$	175	\$	204		tbd	tbd		tbd		tbo
Administrative Component <sup>2</sup>	•	45	•	32	•	29		28	28		28		28
Infrastructure & Water Rights Component <sup>3</sup>		353		353		353	,	353	333		313		293
Replenishment Reserve Charge <sup>4</sup>		75		96		108		tbd	tbd		tbd		tbo
Total Assessment Rate (\$/AF)	\$	633	\$	656	\$	694		tbd	tbd		tbd		tbo
Tucson Active Management Area													
Water & Replenishment Component <sup>1</sup>	\$	202	\$	213	\$	238		tbd	4h.d		4bal		م ما ا
Administrative Component <sup>2</sup>	φ		Ф	_	Ф				tbd		tbd		tbo
Infrastructure & Water Rights Component <sup>3</sup>		45		32		29	_	28	28		28		28
Replenishment Reserve Charge <sup>4</sup>		353		353		353		353	333		313		293
Total Assessment Rate (\$/AF)	\$	85 685	\$	108 706	\$	131 751		tbd	tbd		tbd		tbo
Total Assessment Nate (WAI)	Φ	000	Ф	700	Ф	751		tbd	tbd		tbd		tbo
Contract Replenishment Tax - Scottsdale 5													
Cost of Water	\$	179	\$	184	\$	195	\$ 2	220	tbd		tbd		tbo
Cost of Transportation		0		0		0		0	0		0		0
Cost of Replenishment		0		0		0		0	0		0		0
Administrative Component <sup>2</sup>		45		32		29		28	28		28		28
Total Tax Rate (\$/AF)	\$	224	\$	216	\$	224	\$ 2	48	tbd		tbd		tbd
ENR	OLLMENT &			ON F	EES								
	Units	= \$/Uni										<u> </u>	
Enrollment Fee - Commercial Subdivisions <sup>6</sup>		n.a.	\$	500	\$	700	\$ 9	24	\$ 1,094		tbd		tbd
Enrollment Fee <sup>7</sup>	\$	284	\$	284	\$	284	\$ 2	84	\$ 284	\$	292	\$	301
Activation Fee - Minimum <sup>8</sup>	\$	282	\$	282	\$	282	\$ 2	82	\$ 282		tbd		tbd
Activation Fee - Phoenix AMA <sup>8</sup>	\$	350	\$	460	\$	610		20	\$ 1,080		tbd		tbd
Activation Fee - Pinal Post-2007 <sup>8</sup>	\$	350	\$	460	\$	610		20	\$ 1,080		tbd		tbd
Activation Fee - Tucson AMA 8	\$	320	\$	400	\$	510		40	\$ 810		tbd		tbd
	•	020	•	400	•	0.0	Ψ	0	Ψ 010		ibu		tbu
A	NNUAL MEM	BERS	HIP	DUES	è								
Member Land Annual Membership Dues (\$/Lot) 9	<b>^</b>	20 70	•		<b>*</b> ~		o o=	0.4	A 07.15	•		•	00.0=
Phoenix Active Management Area	·	20.78		6.50	•				\$ 27.16	\$ 3	28.43	\$	29.87

\$ 2.80 **\$10.57 \$14.88** \$18.48 \$19.18 \$20.85 \$22.58

Pinal Active Management Area

#### Information obtained from the Central Arizona Groundwater Replensihment Districe Website

 Tucson Active Management Area
 \$ 13.21
 \$ 16.89
 \$ 23.58
 \$ 28.86
 \$ 29.17
 \$ 30.91
 \$ 32.88

 Member Service Area Annual Membership Dues (\$/AF)
 \$ 32.34
 \$ 52.68
 \$ 74.44
 \$ 93.32
 \$ 98.56
 \$ 108.97
 \$ 120.12

#### **NOTES:**

- The Water & Replenishment Component covers the projected annual costs of satisfying replenishment obligations, including the purchase of long-term storage credits (LTSC) and the purchase and replenishment of water and effluent. For the Phoenix Active Management Area (AMA), replenishment is planned to be accomplished at direct underground storage facilities (USFs) and groundwater savings facilities (GSFs). For the Pinal AMA, replenishment is planned to be accomplished at GSFs. For the Tucson AMA, replenishment is planned to be accomplished at USFs.
- 2) The Administrative Component covers CAGRD administrative costs, except labor related costs associated with the acquisition of infrastructure and water rights, and associated with enrollment costs. A \$2/AF has been added to this component to fund the Board's CAGRD conservation program.
- 3) The Infrastructure & Water Rights Component covers the cost to develop additional water supplies and the cost to construct additional infrastructure as the need arises.
- 4) The Replenishment Reserve Charge covers costs associated with establishing a replenishment reserve of LTSCs as provided in ARS Sections 48-3774.01 and 48-3780.01.
- 5) The components of the Contract Replenishment Tax Scottsdale reflect the provisions in the Water Availability Status Contract to Replenish Groundwater between CAWCD and Scottsdale.
- 6) Separate Enrollment Fees for Commercial Subdivisions were authorized by the November 5, 2015 CAP Board Amended Enrollment Fee and Activation Fee Policy. Enrollment Fees for Commercial Subdivisions are phased in over a two year period, and starting in the 2018/2019 fiscal year forward, are equal to the Member Land Enrollment Fee plus the Tucson AMA Activation Fee. This formula applies with the exception being if a Commercial Subdivision enrolls with more than 50 parcels, then the Commercial Subdivision Enrollment Fee applies on the first 50 parcels, and only the Member Land Enrollment Fee applies to the number of parcels over 50.
- 7) The Enrollment Fee is collected pursuant to the CAGRD Enrollment Fee and Activation Fee Policy adopted by the Board on May 1, 2008. A \$2 per housing unit is included in the Enrollment Fee to help fund CAGRD's conservation program.
- 8) The Activation Fees is in accordance with the Preliminary 2014/15 2019/20 CAGRD Activation fee schedule adopted by the Board on November 7, 2013.
- 9) The Annual Membership Dues for Member Lands and Member Service Areas are pursuant to ARS Sections 48-3772.A.8. and 48-3779 as well as the Policy on Collection of CAGRD Annual Membership Dues adopted by the Board on April 7, 2011.



# Invoice CAGRD

JOHNSON UTILITIES LLC KATHERINE NIERVA 5230 E SHEA BLVD SUITE 200 SCOTTSDALE, AZ 85254



Invoice 68486 Customer Number 1286 Billing Date 08/15/2016 Due Date 10/15/2016

#### Remit To:

CENTRAL ARIZONA GROUNDWATER REPLENISHMENT DISTRICT P.O. BOX 42447 PHOENIX, AZ 85080-2447

Refer questions to Accounts Receivable: 623-869-2149 <u>inquiries@cap-az.com</u>

Description	Quantity	Unit Price	Extended Amount
ANNUAL MEMBERSHIP DUES	5867 ea	52.68	309,073.56
REPLENISHMENT RESERVE	7150.92 ea	89.00	636,431.88
INFRASTRUCTURE	7150.92 ea	353.00	2,524,274,76
ADMIN COMPONENT	7150.92 ea	32.00	228.829.44
WATER REPLENSIHEMENT	7150,92 ea	186.00	1.330.071.12

Total Amount Due Payments and Credits

\$5,028,680.76 0.00

Pay This Amount

\$5,028,680.76

Late charges may be assessed on payments received after the due date.

#### Reference

2015 CAGRD MEMBER SERVICE AREA ANNUAL REPLENISHMENT TAX STATEMENT (86-400665.0001)--Note: Payments not postmarked or received by October 15, 2016 will incur an interest penalty pursuant to ARS 48-3782.A



## **Invoice CAGRD**

#### Please include this page with payment

Customer:

1286

JOHNSON UTILITIES LLC

Billing Date:

08/15/2016

Due Date:

10/15/2016

Invoice:

68486

Amount Due:

\$5,028,680.76

#### **ACH/Wire Payments to:**

PHOENIX, AZ 85080-2447

CENTRAL ARIZONA PROJECT

Remit to:

P.O. BOX 42447

Bank of America ABA # 122101706 (ACH) ABA # 026009593 (Wire) Account 0046-7808-1745 Include your name or company name and reference the invoice number

Check here if your address or phone below. If address is correct on invoi	e number has changed. Note changes ice, do not complete this section.		
CUSTOMER NAME			
CONTACT	TITLE		
BILLING ADDRESS			
CITY	STATE	ZIP	
PHONE	EXT	FAX	
E-MAIL			

# Attachment 3

#### JOHNSON UTILITIES, LLC ADJUSTER FEE CALCULATION PINAL AMA

Amount to be Recovered (cumulative 2011 - 2015)	904,760.00
Total Collections (9/2010 - 12/2015)	443,358.31
Over/(under) collected	(461,401.69)
Projected 2016 CAGRD invoice (see below) Plus under collections from above	304,644.72 461,401.69
Amount to be recovered	766,046.41
Total kgal sold in 2015	314,769
Charge per kgal	2.43
* Proposed charge per kgal starting December 1, 2016	2.43

# Projected 2016 CAGRD invoice using provisional rates published by the Central Arizona Groundwater District - *copy attached*:

	Quantity *	<b>Unit Price</b>	<b>Extended Amount</b>
Annual Membership Dues	1894	52.68	99,775.92
Replenishment Reserve	295.2	108.00	31,881.60
Infrastructure	295.2	353.00	104,205.60
Admin Component	295.2	29.00	8,560.80
Water Replenishment	295.2	204.00	60,220.80
Total Projected 2016 CAGRD Invoice			304,644.72

CENTRAL ARIZONA GROUNDW	ATER REPL	ENIS!	IME	NT DI	STI	RICT A	\SSI	ESSM	ENT	RATE	<u>s</u>			
	Units =													
	Firm		Provi- sional				Advisory							
	<u>20</u>	15/16	_	16/17			20	18/19	201			y 20/21	20	021/22
Phoenix Active Management Area														
Water & Replenishment Component 1	\$	179	\$	186	\$	214		tbd		tbd		tbd		tbd
Administrative Component <sup>2</sup>	•	45		32	•	29		28		28		28		28
Infrastructure & Water Rights Component <sup>3</sup>		353		353		353		353		333		313		293
Replenishment Reserve Charge <sup>4</sup>		67		89		101		tbd		tbd		tbd		tbd
Total Assessment Rate (\$/AF)	\$	644	\$	660	\$	697		tbd		tbd		tbd		tbd
Pinal Active Management Area														
Water & Replenishment Component <sup>1</sup>	\$	160	\$	175	\$	204		tbd		tbd		tbd		tbd
Administrative Component <sup>2</sup>	Ψ	45	•	32	Ψ	29		28		28		28		28
Infrastructure & Water Rights Component <sup>3</sup>		353		353		353		353		333		313		293
Replenishment Reserve Charge <sup>4</sup>		75		96		108								
Total Assessment Rate (\$/AF)		633	\$	656	\$	694		tbd tbd		tbd tbd		tbd tbd		tbd tbd
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Tucson Active Management Area														
Water & Replenishment Component 1	\$	202	\$	213	\$	238		tbd		tbd		tbd		tbd
Administrative Component <sup>2</sup>		45		32		29		28		28		28		28
Infrastructure & Water Rights Component <sup>3</sup>		353		353		353		353		333		313		293
Replenishment Reserve Charge 4		85		108		131		tbd		tbd		tbd		tbd
Total Assessment Rate (\$/AF)	\$	685	\$	706	\$	751		tbd		tbd		tbd		tbd
Contract Replenishment Tax - Scottsdale 5														
Cost of Water	\$	179	\$	184	\$	195	\$	220		tbd		tbd		tbd
Cost of Transportation		0		0		0		0		0		0		0
Cost of Replenishment		0		0		0		0		0		0		0
Administrative Component <sup>2</sup>		45		32		29		28		28		28		28
Total Tax Rate (\$/AF)	\$	224	\$	216	\$	224	\$	248		tbd		tbd		tbd
ENRO	DLLMENT &	ACTIV	ΆΤ	ON FE	ES									
	Units	= \$/Unit												
Enrollment Fee - Commercial Subdivisions <sup>6</sup>		n.a.	\$	500	\$	700	\$	924	\$ 1,	094		tbd		tbd
Enrollment Fee <sup>7</sup>	\$	284	\$	284	\$	284	\$	284	\$	284	\$	292	\$	301
Activation Fee - Minimum <sup>8</sup>	\$	282	\$	282	\$	282	\$	282	\$	282		tbd		tbd
Activation Fee - Phoenix AMA 8	\$	350	\$	460	\$	610	\$	820	\$ 1,	080		tbd		tbd
Activation Fee - Pinal Post-2007 8	\$	350	\$	460	\$	610	\$	820		080		tbd		tbd
Activation Fee - Tucson AMA 8	\$	320	\$	400	\$	510	\$	640	· · ,	810		tbd		tbd
ΔΝ	INUAL MEM	REPS	HIE	DITES	:							·		
<u> </u>		DEIRO		DOLO	2	-								
Member Land Annual Membership Dues (\$/Lot) 9														
Phoenix Active Management Area	\$ 2	20.78	\$ 1	16.50	\$ 2	22.63	\$ 2	7.24	\$ 27	7.16	\$ 2	28.43	\$	29.87
Pinal Active Management Area														

#### Information obtained from the Central Arizona Groundwater Replensihment Districe Website

 Tucson Active Management Area
 \$ 13.21
 \$ 16.89
 \$ 23.58
 \$ 28.86
 \$ 29.17
 \$ 30.91
 \$ 32.88

 Member Service Area Angual Membership Dues (\$/AF)
 \$ 32.34
 \$ 52.68
 \$ 74.44
 \$ 93.32
 \$ 98.56
 \$ 108.97
 \$ 120.12

#### NOTES:

- The Water & Replenishment Component covers the projected annual costs of satisfying replenishment obligations, including the purchase of long-term storage credits (LTSC) and the purchase and replenishment of water and effluent. For the Phoenix Active Management Area (AMA), replenishment is planned to be accomplished at direct underground storage facilities (USFs) and groundwater savings facilities (GSFs). For the Pinal AMA, replenishment is planned to be accomplished at GSFs. For the Tucson AMA, replenishment is planned to be accomplished at USFs.
- 2) The Administrative Component covers CAGRD administrative costs, except labor related costs associated with the acquisition of infrastructure and water rights, and associated with enrollment costs. A \$2/AF has been added to this component to fund the Board's CAGRD conservation program.
- 3) The Infrastructure & Water Rights Component covers the cost to develop additional water supplies and the cost to construct additional infrastructure as the need arises.
- 4) The Replenishment Reserve Charge covers costs associated with establishing a replenishment reserve of LTSCs as provided in ARS Sections 48-3774.01 and 48-3780.01.
- 5) The components of the Contract Replenishment Tax Scottsdale reflect the provisions in the Water Availability Status Contract to Replenish Groundwater between CAWCD and Scottsdale.
- 6) Separate Enrollment Fees for Commercial Subdivisions were authorized by the November 5, 2015 CAP Board Amended Enrollment Fee and Activation Fee Policy. Enrollment Fees for Commercial Subdivisions are phased in over a two year period, and starting in the 2018/2019 fiscal year forward, are equal to the Member Land Enrollment Fee plus the Tucson AMA Activation Fee. This formula applies with the exception being if a Commercial Subdivision enrolls with more than 50 parcels, then the Commercial Subdivision Enrollment Fee applies on the first 50 parcels, and only the Member Land Enrollment Fee applies to the number of parcels over 50.
- 7) The Enrollment Fee is collected pursuant to the CAGRD Enrollment Fee and Activation Fee Policy adopted by the Board on May 1, 2008. A \$2 per housing unit is included in the Enrollment Fee to help fund CAGRD's conservation program.
- 8) The Activation Fees is in accordance with the Preliminary 2014/15 2019/20 CAGRD Activation fee schedule adopted by the Board on November 7, 2013.
- 9) The Annual Membership Dues for Member Lands and Member Service Areas are pursuant to ARS Sections 48-3772.A.8. and 48-3779 as well as the Policy on Collection of CAGRD Annual Membership Dues adopted by the Board on April 7, 2011.



# Invoice CAGRD

JOHNSON UTILITIES LLC KATHERINE NIERVA 5230 E SHEA BLVD SUITE 200 SCOTTSDALE, AZ 85254



Invoice 68487
Customer Number 1286
Billing Date 08/15/2016
Due Date 10/15/2016

#### Remit To:

CENTRAL ARIZONA GROUNDWATER REPLENISHMENT DISTRICT P.O. BOX 42447 PHOENIX, AZ 85080-2447

Refer questions to Accounts Receivable: 623-869-2149 <u>inquiries@cap-az.com</u>

Description	Quantity	Unit Price	Extended Amount		
REPLENISHMENT RESERVE	295.2 ea	96.00	28,339,20		
INFRASTRUCTURE	295.2 ea	353.00	104,205.60		
ADMIN COMPONENT	295.2 ea	32.00	9,446,40		
WATER REPLENISHMENT	295.2 ea	175.00	51,660.00		
ANNUAL MEMBERSHIP DUES	1894 ea	52.68	99,775.92		

Total Amount Due Payments and Credits \$293,427.12

Pay This Amount \$293,427.12

Late charges may be assessed on payments received after the due date.

#### Reference

2015 CAGRD MEMBER SERVICE AREA ANNUAL REPLENISHMENT TAX STATEMENT (26-401382.0001)--Note: Payments not postmarked or received by October 15, 2016 will incur an interest penalty pursuant to ARS 48-3782.A



## **Invoice CAGRD**

#### Please include this page with payment

Customer:

1286

JOHNSON UTILITIES LLC

Billing Date:

08/15/2016

Due Date:

10/15/2016

Invoice: 68487

Amount Due: \$293,427.12

#### **ACH/Wire Payments to:**

PHOENIX, AZ 85080-2447

CENTRAL ARIZONA PROJECT

Remit to:

P.O. BOX 42447

Bank of America ABA # 122101706 (ACH) ABA # 026009593 (Wire) Account 0046-7808-1745 Include your name or company name and reference the invoice number

Check here if your address or phone rebelow. If address is correct on invoice	number has changed. Note change e, do not complete this section.	es	
CUSTOMER NAME			******
CONTACT	TITLE		
BILLING ADDRESS			
CITY	STATE	ZIP	7077
PHONE	EXT	FAX	
E-MAIL			

# Attachment 4

JOHNSON UTILITIES, L.L.C.

dba Johnson Utilities Company

DOCKET WS-02987A

Sheet No. 7.6 7.7

Cancelling Sheet No. 7.5 7.6

#### PART ONE

#### STATEMENT OF RATES AND CHARGES—WATER DIVISION

#### E. Central Arizona Groundwater Replenishment District Adjustor Charge.

- CAGRD Adjustor Mechanism. In Decision No. 71854 dated August 24, 2010, the Arizona Corporation Commission authorized the Company to implement a Central Arizona Groundwater Replenishment District ("CAGRD") adjustor mechanism to recover the annual tax assessments imposed upon the Company by the CAGRD as a result of the Company's membership in the CAGRD. Accordingly, in addition to all other applicable rates and charges in this tariff, each customer shall pay a monthly CAGRD adjustor charge per thousand gallons of water delivered, as set forth below, effective for all water service rendered in all water service areas for all classes of service on and after June 1, 2010, in accordance with all conditions set forth in Decision No. 71854. The CAGRD adjustor fee shall be calculated as follows: The total CAGRD fees for the most current year in the Phoenix Active Management Area ("Phoenix AMA") shall be divided by the gallons sold in that year to determine a CAGRD fee per 1,000 gallons delivered to customers in the Phoenix AMA. Similarly, the total CAGRD fees for the most current year in the Pinal Active Management Area ("Pinal AMA") shall be divided by the gallons sold in that year to determine a CAGRD fee per 1,000 gallons delivered to customers in the Pinal AMA. By August 25th of each year, the Company shall submit for Commission consideration its proposed CAGRD adjustor fees for the Phoenix AMA and the Pinal AMA, along with the calculations and documentation from the relevant state agencies to support the data used in the calculations. The Commission-approved CAGRD fees shall become effective on October 1 and shall remain in effect until the next CAGRD fee is calculated and approved. To prevent over or under recovery of CAGRD assessments, an annual true-up shall be performed at the time the Company submits its proposed CAGRD adjustor to the Commission. Any over or under recovery of CAGRD fees shall be included in the next year's computation.
- CAGRD Adjustor Fees. A CAGRD adjustor fee shall be applicable to each thousand gallons of water sold, as follows:

AMA Where Customer Resides:

Rate Per Thousand Gallons of Water Delivered:

Phoenix AMA

4.19

\$2.57 (effective 2/1/2016) 12/1/2016

Pinal AMA

\$1.23 (effective 2/1/2016) 12/1/2016

Issued: February 1, 2016

December 1, 2016

ISSUED BY:

Effective: February 1, 2016

December 1, 2016

George H. Johnson, Managing Member Johnson Utilities Company 5320 E. Shea Blvd. Scottsdale, AZ 85254

APPROVED FOR FILING

DECISION #: 75462